

Michael O. Leavitt Governor Kathleen Clarke Executive Director

Lowell P. Braxton
Division Director
801-359-3940 (Fax)
801-538-7223 (TDD)

State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax)

November 7, 2001

Stephen E. Flechner, President North Lily Mining Company 1800 Glenarm Place #210 Denver, Colorado 80202

Re:

Request to Reduce Permit Fee, North Lily Mining Company, Tintic Project,

Juab

County, Utah

Dear Mr. Flechner and Mr. Webb:

On October 8, 2001, we received your request to eliminate or substantially reduce the permit fee payment for North Lily's Tintic Project. Management has determined that because the site is in the final reclamation stage, and should be completed by November 26, 2001, we can reduce the permit fee to \$100.00. We are unable to eliminate the permit fee entirely until the site is completely reclaimed and full release of the site and surety bond has been granted. All projects that have an active file must pay the permit fee, unless otherwise waived by the Division.

We have enclosed a billing statement in the amount of \$100.00 for the permit fee. This reduced fee will be due each fiscal year until the site is fully released. Please submit the permit fee within the next two weeks or before November 21, 2001.

If you have any further questions regarding this fee, please contact me at (801) 538-5286 or Mary Ann Wright at (801) 538-5306. Thank you for your attention to this matter.

Sincerely,

D. Wayne Hedberg Permit Supervisor

Minerals Regulatory Program

jb

Enclosure: Billing Statement

cc: W. Gene Webb, Vice Pres., North Lily

Mary Ann Wright, Assoc. Director

M23-07-fee.doc



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1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-3538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

NORTH LILY MINING COMPANY 1800 GLENARM PLACE #210 DENVER CO 80202

ATTENTION: GENE WEBB

ANNUAL PERMIT FEE	Annual Permit Fed	Annual Permit Fees (July 2001 thru June 2002)		
PROJECT NAME	PROJECT ID	ACRES	BILLING DATE	
NORTH LILY - TINTIC PROJECT	M230007	25	06/27/2001	
PERMIT TYPE	PROJECT STATUS			
LARGE MINING OPERATION < 50 ACRES	INACTIVE		ANNUAL FEE	
			\$ 100	

 DUE DATE
 AMOUNT DUE

 11/21/2001
 \$ 100

Please see enclosed instructions for payment.

Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BILLED PROJECT NAME NORTH LILY MINING COMPANY NORTH LILY - TINTIC P		PROJECT NAME		PROJECT ID M230007
		ROJECT		
DUE DATE ANNUAL FEE	AMOUNT DUE	FEE NOT ENCLOSED	Change of Address	
11/21/2001 \$ 100	\$ 100	Permittee requests	Contact	
DIVISION OF OIL GAS AND MINING 1594 WEST NORTH TEMPLE SUITE 1210 PO BOX 145801 SALT LAKE CITY UT 84114-5801		Address State Zip		

Please make check payable to:
Division of Oil, Gas and Mining